

**ND ASSOCIATION OF COUNTIES FUND  
INVESTMENT PERFORMANCE REPORT AS OF DECEMBER 31, 2005**

	December-05					September-05				Current	Prior Year	3 Years	5 Years
	Allocation		Quarter	Month	Net ROR	Allocation		Quarter	Net	Net	6/30/2005	5 Years 6/30/2005	
	Market Value	Actual	Policy	Net ROR		Market Value	Actual	Policy					Net ROR
LARGE CAP DOMESTIC EQUITY													
Structured Growth													
Los Angeles Capital	18,378	4.0%	3.9%	3.06%	0.85%	18,194	4.0%	3.9%	5.46%	8.68%	7.56%	N/A	N/A
Total Structured Growth	18,378	4.0%	3.9%	3.06%	0.85%	18,194	4.0%	3.9%	5.46%	8.68%	7.56%	7.46%	-9.18%
Russell 1000 Growth				2.98%	-0.31%				4.01%	7.11%	1.68%	7.26%	-10.36%
Structured Value													
LSV	17,802	3.9%	3.9%	1.52%	1.18%	18,320	4.1%	3.9%	5.06%	6.66%	18.35%	14.73%	14.78%
Russell 1000 Value				1.27%	0.60%				3.88%	5.20%	14.06%	11.00%	6.55%
Russell 1000 Enhanced Index													
LA Capital	36,508	8.0%	7.9%	2.29%	1.11%	36,338	8.0%	7.9%	6.45%	8.89%	7.93%	N/A	N/A
Russell 1000				2.12%	0.13%				3.95%	6.15%	7.92%	N/A	N/A
S&P 500 Enhanced Index													
Westridge	37,975	8.3%	7.9%	2.10%	0.05%	35,183	7.8%	7.9%	3.64%	5.81%	6.58%	N/A	N/A
S&P 500				2.09%	0.03%				3.60%	5.77%	6.32%	N/A	N/A
Index													
State Street	11,653			2.07%	0.03%	11,656			3.58%	5.72%	6.27%	8.22%	-2.45%
Total Index	11,653	2.5%	2.6%	2.07%	0.03%	11,656	2.6%	2.6%	3.58%	5.72%	6.27%	8.22%	-2.45%
S&P 500				2.09%	0.03%				3.60%	5.77%	6.32%	8.28%	-2.37%
TOTAL LARGE CAP DOMESTIC EQUITY	122,316	26.7%	26.3%	2.20%	0.64%	119,691	26.5%	26.3%	4.97%	7.27%	8.89%	9.59%	-0.28%
S&P 500				2.09%	0.03%				3.60%	5.77%	6.32%	8.28%	-2.37%
SMALL CAP DOMESTIC EQUITY													
Manager-of-Managers													
SEI	40,104	8.7%	8.8%	0.95%	-0.01%	39,673	8.8%	8.8%	5.46%	6.47%	9.32%	13.32%	N/A
Russell 2000 + 200bp				1.64%	-0.29%				5.21%	6.93%	11.64%	15.07%	N/A
TOTAL SMALL CAP DOMESTIC EQUITY	40,104	8.7%	8.8%	0.95%	-0.01%	39,673	8.8%	8.8%	5.46%	6.47%	9.32%	13.32%	5.50%
Russell 2000				1.13%	-0.46%				4.69%	5.88%	9.45%	12.81%	5.71%
INTERNATIONAL EQUITY													
Large Cap - Active													
Capital Guardian	21,031	4.6%	4.0%	9.64%	6.23%	18,883	4.2%	4.0%	12.11%	22.92%	10.32%	7.44%	-3.80%
LSV	18,675	4.1%	4.0%	4.29%	4.30%	19,023	4.2%	4.0%	11.20%	15.98%	N/A	N/A	N/A
Total Large Cap - Active	39,706	8.7%	8.0%	6.96%	5.28%	37,906	8.4%	8.0%	11.67%	19.43%	13.23%	12.39%	7.26%
MSCI EAFE - 50% Hedged				5.84%	4.68%				11.07%	17.55%	14.41%	8.84%	-2.61%
Small Cap - Value													
Lazard	4,663	1.0%	1.0%	3.01%	6.28%	4,547	1.0%	1.0%	9.94%	13.25%	18.18%	N/A	N/A
Citigroup Broad Market Index < \$2BN				8.94%	7.40%				12.05%	22.06%	21.33%	N/A	N/A
Small Cap - Growth													
Vanguard	4,815	1.0%	1.0%	4.92%	6.67%	4,600	1.0%	1.0%	10.41%	15.84%	24.11%	N/A	N/A
Citigroup Broad Market Index < \$2BN				8.94%	7.40%				12.05%	22.06%	21.33%	N/A	N/A
TOTAL INTERNATIONAL EQUITY	49,184	10.7%	10.0%	6.37%	5.50%	47,053	10.4%	10.0%	11.37%	18.47%	15.34%	10.62%	-2.10%
MSCI EAFE - 50% Hedged				5.84%	4.68%				11.07%	17.55%	14.41%	8.84%	-2.61%
DOMESTIC FIXED INCOME													
Core Bond													
Western Asset	77,302	16.8%	16.7%	0.28%	1.13%	76,346	16.9%	16.7%	-0.41%	-0.13%	7.14%	7.36%	8.59%
Lehman Aggregate				0.59%	0.95%				-0.67%	-0.08%	6.80%	5.75%	7.40%
Index													
Bank of ND	69,549	15.2%	16.7%	0.44%	0.84%	70,590	15.6%	16.7%	-0.84%	-0.41%	4.08%	5.66%	7.26%
Lehman Gov/Credit (1)				0.60%	0.95%				-0.96%	-0.37%	4.80%	5.82%	7.35%
BBB Average Quality													
Wells Capital (formerly Strong)	77,141	16.8%	16.7%	0.58%	1.06%	75,480	16.7%	16.7%	-1.05%	-0.48%	9.14%	9.20%	N/A
Lehman US Credit BAA				0.39%	1.03%				-0.97%	-0.58%	8.60%	9.42%	N/A
TOTAL DOMESTIC FIXED INCOME	223,992	48.8%	50.0%	0.42%	1.03%	222,415	49.3%	50.0%	-0.76%	-0.35%	6.14%	6.59%	7.79%
Lehman Gov/Credit				0.60%	0.95%				-0.96%	-0.37%	7.26%	6.41%	7.70%
CASH EQUIVALENTS													
Bank of ND	23,369	5.1%	5.0%	1.07%	0.42%	22,772	5.0%	5.0%	0.93%	2.01%	2.46%	1.74%	2.68%
90 Day T-Bill				0.92%	0.32%				0.83%	1.75%	2.15%	1.55%	2.62%
TOTAL NDACo FUND	458,965	100.0%	100.0%	1.49%	1.27%	451,604	100.0%	100.0%	2.60%	4.12%	7.09%	8.73%	3.62%
POLICY TARGET BENCHMARK				1.59%	0.93%				2.02%	3.64%	7.01%	8.01%	3.81%

**NOTE: Monthly returns and market values are preliminary and subject to change.**

(1) From April 1, 2004, through June 30, 2005, the benchmark was the LB Intermediate Govt/Credit index.